

CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Balance Sheet
As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 14,821,929	\$ 14,931,773
INTERNATIONAL EQUITIES	5,537,916	5,751,631
DOMESTIC FIXED INCOME	18,457,003	18,366,334
INTERNATIONAL FIXED INCOME	4,763,496	4,731,544
REAL ESTATE	5,053,153	5,375,053
ALTERNATIVE INVESTMENTS	301,527	303,817
INVESTED CASH (NOTE 1)	<u>333,745</u>	<u>177,709</u>
 TOTAL INVESTMENTS	 49,268,769	 49,637,861
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>65,390</u>	<u>82,703</u>
 TOTAL RECEIVABLES	 65,390	 82,703
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	917,269	917,267
 TOTAL ASSETS	 <u>\$ 50,251,428</u>	 <u>\$ 50,637,831</u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	917,269	917,267
INVESTMENT EXPENSE PAYABLE	<u>68,204</u>	<u>67,832</u>
 TOTAL LIABILITIES	 985,473	 985,099
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	49,652,732	51,545,555
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(386,777)</u>	<u>(1,892,823)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>49,265,955</u>	 <u>49,652,732</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 50,251,428</u>	 <u>\$ 50,637,831</u>

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 7/31/2008**

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 93,114	\$ 93,114
SECURITIES LENDING INCOME	<u>1,962</u>	<u>1,962</u>
	95,076	95,076
 GAIN ON SALE OF INVESTMENTS	 365,035	 365,035
LOSS ON SALE OF INVESTMENTS	<u>301,299</u>	<u>301,299</u>
 NET GAINS (LOSSES) INVESTMENTS	 63,736	 63,736
 INVESTMENT EXPENSES	 23,448	 23,448
SECURITIES LENDING EXPENSES	1,452	1,452
 NET INVESTMENT INCOME	 133,912	 133,912
 NET APPREC (DEPREC) MARKET VALUE	 (520,568)	 (520,568)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(121)</u>	<u>(121)</u>
 TOTAL INVESTMENT INCOME	 <u>(386,777)</u>	 <u>(386,777)</u>
 NET INCREASE (DECREASE)	 <u>\$ (386,777)</u>	 <u>\$ (386,777)</u>

CITY OF BISMARCK
EMPLOYEES PENSION FUND
Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.